

GENERAL PURPOSE FINANCIAL STATEMENTS

The General Purpose Financial Statements include all funds, account groups and discretely presented component units and notes in order to provide an overview of the financial position and results of operation for the County as a whole. They also serve as an introduction to the more detailed statements and schedules that follow.

COUNTY OF FAUQUIER, VIRGINIA

**Combined Balance Sheet - All Fund Types, Account Groups, and Discretely Presented Component Unit
At June 30, 2002**

	Governmental Fund Types			Proprietary Fund Types	
	General	Special Revenue	Capital Projects	Enterprise	Internal Service
<u>ASSETS AND OTHER DEBITS</u>					
Assets:					
Cash and investments	\$ 25,485,026	\$ 887,789	\$ 46,549,827	\$ 1,627,857	\$ 4,177,446
Cash in custody of others	7,735	-	-	-	250
Receivables (Net of allowances for uncollectibles):					
Taxes, including penalties	3,876,701	-	-	-	-
Accounts	928,973	232,133	73,158	605,848	250,151
Interfund	-	-	500,000	-	-
Inventory	-	-	-	-	104,058
Due from primary government	-	-	-	-	-
Due from other governmental units	1,885,982	-	-	50,882	-
Prepays	47,634	-	-	72,500	56
Fixed assets (net of accumulated depreciation)	-	-	-	11,639,484	210,615
Bond issuance costs (net of accumulated amortization)	-	-	-	39,685	-
Security deposits	3,300	-	2,080	-	-
Other debits:					
Amount to be provided for the retirement of general long-term debt	-	-	-	-	-
Total assets and other debits	<u>\$ 32,235,351</u>	<u>\$ 1,119,922</u>	<u>\$ 47,125,065</u>	<u>\$ 14,036,256</u>	<u>\$ 4,742,576</u>
<u>LIABILITIES</u>					
Accounts payable	\$ 866,732	\$ 72,867	\$ 607,033	\$ 362,759	\$ 272,945
Accrued liabilities	251,760	18,691	116,560	14,426	998,370
Retainage payable	-	-	241,315	-	-
Amount held for social service clients	-	-	-	-	-
Amount held for prisoners	-	-	-	-	-
Performance bonds payable	-	-	-	-	-
Due to component units	5,697,772	-	-	-	-
Deferred revenue	3,132,765	-	-	-	-
Interfund payable	-	-	-	500,000	-
Revenue bonds payable	-	-	-	2,790,000	-
General obligation bonds payable	-	-	-	-	-
Capital lease obligations payable	-	-	-	-	-
Landfill closure and postclosure costs	-	-	-	3,520,503	-
Compensated absences	-	-	-	22,740	64,462
Total liabilities	<u>9,949,029</u>	<u>91,558</u>	<u>964,908</u>	<u>7,210,428</u>	<u>1,335,777</u>
<u>EQUITY AND OTHER CREDITS</u>					
Investment in general fixed assets	-	-	-	-	-
Contributed capital	-	-	-	3,936,787	224,893
Retained earnings	-	-	-	2,889,041	3,181,906
Fund balances:					
Reserved for grants	464,258	125,354	-	-	-
Reserved for employees' pension benefits	-	-	-	-	-
Unreserved:					
Designated for subsequent expenditure	-	-	46,160,157	-	-
Undesignated	21,822,064	903,010	-	-	-
Total equity and other credits	<u>22,286,322</u>	<u>1,028,364</u>	<u>46,160,157</u>	<u>6,825,828</u>	<u>3,406,799</u>
Total liabilities, equity and other credits	<u>\$ 32,235,351</u>	<u>\$ 1,119,922</u>	<u>\$ 47,125,065</u>	<u>\$ 14,036,256</u>	<u>\$ 4,742,576</u>

The accompanying notes to financial statements are an integral part of this statement.

COUNTY OF FAUQUIER, VIRGINIA**Combined Balance Sheet - All Fund Types, Account Groups, and Discretely Presented Component Unit
At June 30, 2002**

	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
	Trust and Agency	General Fixed Assets	General Long-term Debt	Primary Government
<u>ASSETS AND OTHER DEBITS</u>				
Assets:				
Cash and investments	\$ 649,310	\$ -	\$ -	\$ 79,377,255
Cash in custody of others	1,828,215	-	-	1,836,200
Receivables (Net of allowances for uncollectibles):				
Taxes, including penalties	-	-	-	3,876,701
Accounts	184,346	-	-	2,274,609
Interfund	-	-	-	500,000
Inventory	-	-	-	104,058
Due from primary government	-	-	-	-
Due from other governmental units	-	-	-	1,936,864
Prepays	-	-	-	120,190
Fixed assets (net of accumulated depreciation)	-	32,520,315	-	44,370,414
Bond issuance costs (net of accumulated amortization)	-	-	-	39,685
Security deposits	-	-	-	5,380
Other debits:				
Amount to be provided for the retirement of general long-term debt	-	-	14,944,069	14,944,069
Total assets and other debits	<u>\$ 2,661,871</u>	<u>\$ 32,520,315</u>	<u>\$ 14,944,069</u>	<u>\$ 149,385,425</u>
<u>LIABILITIES</u>				
Accounts payable	\$ 18,977	\$ -	\$ -	\$ 2,201,313
Accrued liabilities	-	-	-	1,399,807
Retainage payable	-	-	-	241,315
Amount held for social service clients	82,272	-	-	82,272
Amount held for prisoners	97,551	-	-	97,551
Performance bonds payable	546,229	-	-	546,229
Due to component units	-	-	-	5,697,772
Deferred revenue	-	-	-	3,132,765
Interfund payable	-	-	-	500,000
Revenue bonds payable	-	-	3,075,000	5,865,000
General obligation bonds payable	-	-	-	-
Capital lease obligations payable	-	-	9,443,381	9,443,381
Landfill closure and postclosure costs	-	-	-	3,520,503
Compensated absences	-	-	2,425,688	2,512,890
Total liabilities	<u>745,029</u>	<u>-</u>	<u>14,944,069</u>	<u>35,240,798</u>
<u>EQUITY AND OTHER CREDITS</u>				
Investment in general fixed assets	-	32,520,315	-	32,520,315
Contributed capital	-	-	-	4,161,680
Retained earnings	-	-	-	6,070,947
Fund balances:				
Reserved for grants	-	-	-	589,612
Reserved for employees' pension benefits	1,704,355	-	-	1,704,355
Unreserved:				
Designated for subsequent expenditure	-	-	-	46,160,157
Undesignated	212,487	-	-	22,937,561
Total equity and other credits	<u>1,916,842</u>	<u>32,520,315</u>	<u>-</u>	<u>114,144,627</u>
Total liabilities, equity and other credits	<u>\$ 2,661,871</u>	<u>\$ 32,520,315</u>	<u>\$ 14,944,069</u>	<u>\$ 149,385,425</u>

COUNTY OF FAUQUIER, VIRGINIA**Exhibit 1****Combined Balance Sheet - All Fund Types, Account Groups, and Discretely Presented Component Unit
At June 30, 2002**

	Component Unit	Totals (Memorandum Only)
	School Board	Reporting Entity
<u>ASSETS AND OTHER DEBITS</u>		
Assets:		
Cash and investments	\$ 390,296	\$ 79,767,551
Cash in custody of others	1,350	1,837,550
Receivables (Net of allowances for uncollectibles):		
Taxes, including penalties	-	3,876,701
Accounts	75,153	2,349,762
Interfund	-	500,000
Inventory	-	104,058
Due from primary government	5,697,772	5,697,772
Due from other governmental units	2,239,169	4,176,033
Prepays	17,087	137,277
Fixed assets (net of accumulated depreciation)	110,884,731	155,255,145
Bond issuance costs (net of accumulated amortization)	-	39,685
Security deposits	-	5,380
Other debits:		
Amount to be provided for the retirement of general long-term debt	48,225,216	63,169,285
Total assets and other debits	<u>\$ 167,530,774</u>	<u>\$ 316,916,199</u>
<u>LIABILITIES</u>		
Accounts payable	\$ 639,256	\$ 2,840,569
Accrued liabilities	7,522,494	8,922,301
Retainage payable	-	241,315
Amount held for social service clients	-	82,272
Amount held for prisoners	-	97,551
Performance bonds payable	-	546,229
Due to component units	-	5,697,772
Deferred revenue	-	3,132,765
Interfund payable	-	500,000
Revenue bonds payable	-	5,865,000
General obligation bonds payable	44,980,000	44,980,000
Capital lease obligations payable	-	9,443,381
Landfill closure and postclosure costs	-	3,520,503
Compensated absences	3,245,216	5,758,106
Total liabilities	<u>56,386,966</u>	<u>91,627,764</u>
<u>EQUITY AND OTHER CREDITS</u>		
Investment in general fixed assets	110,884,731	143,405,046
Contributed capital	-	4,161,680
Retained earnings	-	6,070,947
Fund balances:		
Reserved for grants	-	589,612
Reserved for employees' pension benefits	-	1,704,355
Unreserved:		
Designated for subsequent expenditure	-	46,160,157
Undesignated	259,077	23,196,638
Total equity and other credits	<u>111,143,808</u>	<u>225,288,435</u>
Total liabilities, equity and other credits	<u>\$ 167,530,774</u>	<u>\$ 316,916,199</u>

COUNTY OF FAUQUIER, VIRGINIA

Combined Statement of Revenues, Expenditures and Changes in Fund Balances All Governmental Fund Types, Expendable Trust Funds, and Discretely Presented Component Unit Fiscal Year Ended June 30, 2002

	Governmental Fund Types			Fiduciary Fund Types
	General	Special Revenue	Capital Projects	Expendable Trust
Revenues:				
General property taxes	\$ 59,998,492	\$ 3,318,868	\$ -	\$ -
Other local taxes	10,602,236	843,080	-	-
Permits, privilege fees and regulatory licenses	1,169,124	-	-	-
Fines and forfeitures	432,297	-	-	-
Revenue from use of money and property	1,511,210	-	87,870	4,837
Charges for services	689,485	-	101,363	-
Miscellaneous	130,225	-	10,000,350	72,001
Recovered costs	137,878	2,209	321,533	-
Intergovernmental:				
Commonwealth	18,513,255	182,627	-	-
Federal	1,884,027	-	30,716	-
Total revenues	95,068,229	4,346,784	10,541,832	76,838
Expenditures:				
Current:				
General government administration	6,333,843	-	1,395,897	-
Judicial administration	2,107,733	-	-	-
Public safety	7,929,747	4,133,154	621,464	-
Public works	4,380,582	-	1,772,033	-
Health and welfare	5,324,034	-	-	-
Education	39,912	-	6,955,229	-
Parks, recreation, and cultural	2,996,873	-	1,244,153	-
Community development	3,082,944	-	41,894	-
Non-departmental	365,507	-	-	73,920
Debt service:				
Principal retirement	352,074	-	-	-
Interest and other fiscal charges	114,272	-	-	-
Total expenditures	33,027,521	4,133,154	12,030,670	73,920
Excess (deficiency) of revenues over expenditures	62,040,708	213,630	(1,488,838)	2,918
Other financing sources (uses):				
Operating transfers in	32,176	128,367	6,441,331	-
Operating transfers from - component unit	16,783	-	9,434,199	-
Operating transfers to - primary government	-	-	-	-
Proceeds from refunding bond	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Operating transfers out	(6,658,507)	(32,176)	(20,000)	(8,527)
Proceeds from indebtedness	-	-	7,633,998	-
Operating transfers from - primary government	-	-	-	-
Operating transfers to - component unit	(50,593,480)	-	-	-
Total other financing sources (uses)	(57,203,028)	96,191	23,489,528	(8,527)
Excess (deficiency) of revenues & other sources over expenditures & other uses	4,837,680	309,821	22,000,690	(5,609)
Fund balances at beginning of year	17,448,642	718,543	24,159,467	218,096
Fund balances at end of year	\$ 22,286,322	\$ 1,028,364	\$ 46,160,157	\$ 212,487

The accompanying notes to financial statements are an integral part of this statement.

COUNTY OF FAUQUIER, VIRGINIA

Exhibit 2

**Combined Statement of Revenues, Expenditures and Changes in Fund Balances
All Governmental Fund Types, Expendable Trust Funds, and Discretely Presented Component Unit
Fiscal Year Ended June 30, 2002**

	Totals (Memorandum Only)	Component Unit	Totals (Memorandum Only)
	Primary Government	School Board	Reporting Entity
Revenues:			
General property taxes	\$ 63,317,360	\$ -	\$ 63,317,360
Other local taxes	11,445,316	-	11,445,316
Permits, privilege fees and regulatory licenses	1,169,124	-	1,169,124
Fines and forfeitures	432,297	-	432,297
Revenue from use of money and property	1,603,917	627	1,604,544
Charges for services	790,848	2,460,343	3,251,191
Miscellaneous	10,202,576	351,857	10,554,433
Recovered costs	461,620	-	461,620
Intergovernmental:			
Commonwealth	18,695,882	24,394,844	43,090,726
Federal	1,914,743	3,009,399	4,924,142
Total revenues	110,033,683	30,217,070	140,250,753
Expenditures:			
Current:			
General government administration	7,729,740	-	7,729,740
Judicial administration	2,107,733	-	2,107,733
Public safety	12,684,365	-	12,684,365
Public works	6,152,615	-	6,152,615
Health and welfare	5,324,034	-	5,324,034
Education	6,995,141	71,887,704	78,882,845
Parks, recreation, and cultural	4,241,026	-	4,241,026
Community development	3,124,838	-	3,124,838
Non-departmental	439,427	-	439,427
Debt service:			
Principal retirement	352,074	3,385,000	3,737,074
Interest and other fiscal charges	114,272	2,337,203	2,451,475
Total expenditures	49,265,265	77,609,907	126,875,172
Excess (deficiency) of revenues over expenditures	60,768,418	(47,392,837)	13,375,581
Other financing sources (uses):			
Operating transfers in	6,601,874	-	6,601,874
Operating transfers from - component unit	9,450,982	-	9,450,982
Operating transfers to - primary government	-	(9,450,982)	(9,450,982)
Proceeds from refunding bond	-	8,495,000	8,495,000
Payment to refunded bond escrow agent	-	(8,495,000)	(8,495,000)
Operating transfers out	(6,719,210)	-	(6,719,210)
Proceeds from indebtedness	7,633,998	6,410,000	14,043,998
Operating transfers from - primary government	-	50,593,480	50,593,480
Operating transfers to - component unit	(50,593,480)	-	(50,593,480)
Total other financing sources (uses)	(33,625,836)	47,552,498	13,926,662
Excess (deficiency) of revenues & other sources over expenditures & other uses	27,142,582	159,661	27,302,243
Fund balances at beginning of year	42,544,748	99,416	42,644,164
Fund balances at end of year	\$ 69,687,330	\$ 259,077	\$ 69,946,407

COUNTY OF FAUQUIER, VIRGINIA

**Combined Statement of Revenues, Expenditures and Changes in Fund Balances --
Budget and Actual -- General, Special Revenue and Capital Projects Funds
And Discretely Presented Component Unit
Fiscal Year Ended June 30, 2002**

	General Fund		
	Budget	Actual	Variance Favorable (Unfavor.)
Revenues:			
General property taxes	\$ 65,927,263	\$ 59,998,492	\$ (5,928,771)
Other local taxes	10,404,060	10,602,236	198,176
Permits, privilege fees and regulatory licenses	1,048,599	1,169,124	120,525
Fines and forfeitures	266,000	432,297	166,297
Revenue from use of money and property	1,745,387	1,511,210	(234,177)
Charges for services	439,012	689,485	250,473
Miscellaneous	51,685	130,225	78,540
Recovered costs	134,630	137,878	3,248
Intergovernmental:			
Commonwealth	7,724,457	18,513,255	10,788,798
Federal	1,793,765	1,884,027	90,262
Total revenues	<u>89,534,858</u>	<u>95,068,229</u>	<u>5,533,371</u>
Expenditures:			
Current:			
General government administration	6,507,186	6,333,843	173,343
Judicial administration	2,132,857	2,107,733	25,124
Public safety	8,046,762	7,929,747	117,015
Public works	4,456,873	4,380,582	76,291
Health and welfare	5,917,754	5,324,034	593,720
Education	39,912	39,912	-
Parks, recreation, and cultural	3,005,429	2,996,873	8,556
Community development	3,248,729	3,082,944	165,785
Nondepartmental	1,467,842	365,507	1,102,335
Debt service:			
Principal retirement	352,074	352,074	-
Interest	114,272	114,272	-
Total expenditures	<u>35,289,690</u>	<u>33,027,521</u>	<u>2,262,169</u>
Excess (deficiency) of revenues over expenditures	<u>54,245,168</u>	<u>62,040,708</u>	<u>7,795,540</u>
Other financing sources (uses):			
Operating transfers in	32,176	32,176	-
Operating transfers from - component unit	16,783	16,783	-
Operating transfers to - primary government	-	-	-
Proceeds from refunding bond	-	-	-
Payment to refunded bond escrow agent	-	-	-
Operating transfers out (use)	(6,628,297)	(6,658,507)	(30,210)
Proceeds from indebtedness	-	-	-
Operating transfers from - primary government	-	-	-
Operating transfers to - component unit	(52,728,966)	(50,593,480)	2,135,486
Total other financing sources (uses)	<u>(59,308,304)</u>	<u>(57,203,028)</u>	<u>2,105,276</u>
Excess (deficiency) of revenues & other sources over expenditures & other uses	<u>(5,063,136)</u>	<u>4,837,680</u>	<u>9,900,816</u>
Fund balances at beginning of year	<u>17,448,642</u>	<u>17,448,642</u>	<u>-</u>
Fund balances at end of year	<u>\$ 12,385,506</u>	<u>\$ 22,286,322</u>	<u>\$ 9,900,816</u>

The accompanying notes to financial statements are an integral part of this statement.

COUNTY OF FAUQUIER, VIRGINIA

**Combined Statement of Revenues, Expenditures and Changes in Fund Balances --
Budget and Actual -- General, Special Revenue and Capital Projects Funds
And Discretely Presented Component Unit
Fiscal Year Ended June 30, 2002**

	Special Revenue Funds			Capital Projects Funds		
	Budget	Actual	Variance Favorable (Unfavor.)	Budget	Actual	Variance Favorable (Unfavor.)
Revenues:						
General property taxes	\$ 2,762,807	\$ 3,318,868	\$ 556,061	\$ -	\$ -	\$ -
Other local taxes	875,840	843,080	(32,760)	-	-	-
Permits, privilege fees and regulatory licenses	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Revenue from use of money and property	-	-	-	-	87,870	87,870
Charges for services	-	-	-	-	101,363	101,363
Miscellaneous	-	-	-	10,020,000	10,000,350	(19,650)
Recovered costs	3,000	2,209	(791)	308,469	321,533	13,064
Intergovernmental:						
Commonwealth	87,077	182,627	95,550	120,000	-	(120,000)
Federal	-	-	-	452,000	30,716	(421,284)
Total revenues	<u>3,728,724</u>	<u>4,346,784</u>	<u>618,060</u>	<u>10,900,469</u>	<u>10,541,832</u>	<u>(358,637)</u>
Expenditures:						
Current:						
General government administration	-	-	-	11,031,770	1,395,897	9,635,873
Judicial administration	-	-	-	-	-	-
Public safety	4,457,359	4,133,154	324,205	2,306,015	621,464	1,684,551
Public works	-	-	-	10,008,805	1,772,033	8,236,772
Health and welfare	-	-	-	-	-	-
Education	-	-	-	17,601,224	6,955,229	10,645,995
Parks, recreation, and cultural	-	-	-	16,411,122	1,244,153	15,166,969
Community development	-	-	-	350,000	41,894	308,106
Nondepartmental	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total expenditures	<u>4,457,359</u>	<u>4,133,154</u>	<u>324,205</u>	<u>57,708,936</u>	<u>12,030,670</u>	<u>45,678,266</u>
Excess (deficiency) of revenues over expenditures	<u>(728,635)</u>	<u>213,630</u>	<u>942,265</u>	<u>(46,808,467)</u>	<u>(1,488,838)</u>	<u>45,319,629</u>
Other financing sources (uses):						
Operating transfers in	128,367	128,367	-	6,441,331	6,441,331	-
Operating transfers from - component unit	-	-	-	9,434,199	9,434,199	-
Operating transfers to - primary government	-	-	-	-	-	-
Proceeds from refunding bond	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-	-
Operating transfers out (use)	(32,176)	(32,176)	-	(20,000)	(20,000)	-
Proceeds from indebtedness	-	-	-	4,748,483	7,633,998	(2,885,515)
Operating transfers from - primary government	-	-	-	-	-	-
Operating transfers to - component unit	-	-	-	-	-	-
Total other financing sources (uses)	<u>96,191</u>	<u>96,191</u>	<u>-</u>	<u>20,604,013</u>	<u>23,489,528</u>	<u>(2,885,515)</u>
Excess (deficiency) of revenues & other sources over expenditures & other uses	<u>(632,444)</u>	<u>309,821</u>	<u>942,265</u>	<u>(26,204,454)</u>	<u>22,000,690</u>	<u>48,205,144</u>
Fund balances at beginning of year	<u>632,444</u>	<u>718,543</u>	<u>86,099</u>	<u>26,204,454</u>	<u>24,159,467</u>	<u>(2,044,987)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ 1,028,364</u>	<u>\$ 1,028,364</u>	<u>\$ -</u>	<u>\$ 46,160,157</u>	<u>\$ 46,160,157</u>

**Combined Statement of Revenues, Expenditures and Changes in Fund Balances --
Budget and Actual -- General, Special Revenue and Capital Projects Funds
And Discretely Presented Component Unit
Fiscal Year Ended June 30, 2002**

	Component Unit School Board		
	Budget	Actual	Variance Favorable (Unfavor.)
Revenues:			
General property taxes	\$ -	\$ -	\$ -
Other local taxes	-	-	-
Permits, privilege fees and regulatory licenses	-	-	-
Fines and forfeitures	-	-	-
Revenue from use of money and property	9,000	627	(8,373)
Charges for services	2,203,444	2,460,343	256,899
Miscellaneous	233,948	351,857	117,909
Recovered costs	-	-	-
Intergovernmental:			
Commonwealth	24,782,602	24,394,844	(387,758)
Federal	2,575,573	3,009,399	433,826
Total revenues	<u>29,804,567</u>	<u>30,217,070</u>	<u>412,503</u>
Expenditures:			
Current:			
General government administration	-	-	-
Judicial administration	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health and welfare	-	-	-
Education	73,737,713	71,887,704	1,850,009
Parks, recreation, and cultural	-	-	-
Community development	-	-	-
Nondepartmental	-	-	-
Debt service:			
Principal retirement	3,385,000	3,385,000	-
Interest	2,387,065	2,337,203	49,862
Total expenditures	<u>79,509,778</u>	<u>77,609,907</u>	<u>1,899,871</u>
Excess (deficiency) of revenues over expenditures	<u>(49,705,211)</u>	<u>(47,392,837)</u>	<u>2,312,374</u>
Other financing sources (uses):			
Operating transfers in	-	-	-
Operating transfers from - component unit	-	-	-
Operating transfers to - primary government	(9,450,982)	(9,450,982)	-
Proceeds from refunding bond	-	8,495,000	8,495,000
Payment to refunded bond escrow agent	-	(8,495,000)	(8,495,000)
Operating transfers out (use)	-	-	-
Proceeds from indebtedness	6,427,227	6,410,000	(17,227)
Operating transfers from - primary government	52,728,966	50,593,480	(2,135,486)
Operating transfers to - component unit	-	-	-
Total other financing sources (uses)	<u>49,705,211</u>	<u>47,552,498</u>	<u>(2,152,713)</u>
Excess (deficiency) of revenues & other sources over expenditures & other uses	-	159,661	159,661
Fund balances at beginning of year	-	99,416	99,416
Fund balances at end of year	<u>\$ -</u>	<u>\$ 259,077</u>	<u>\$ 259,077</u>

The accompanying notes to financial statements are an integral part of this statement.

Combined Statement of Revenues, Expenses and Changes in Retained Earnings
All Proprietary Funds
Fiscal Year Ended June 30, 2002

	Proprietary Funds		Totals (Memorandum Only)
	Enterprise Funds	Internal Service	
Operating revenues:			
Charges for services	\$ 4,969,042	\$ 10,245,802	\$ 15,214,844
Miscellaneous	204,422	196	204,618
Total operating revenues	5,173,464	10,245,998	15,419,462
Operating expenses:			
Container operations	64,811	-	64,811
Landfill operations	1,620,584	-	1,620,584
Contractual services	22,682	-	22,682
Landfill maintenance costs	246,697	-	246,697
Closure and postclosure cost	118,002	-	118,002
Construction and demolition	967,294	-	967,294
Airport operation and maintenance	28,203	-	28,203
Health insurance claims and fees	-	9,304,060	9,304,060
Depreciation	187,681	36,692	224,373
Total operating expenses	3,255,954	9,340,752	12,596,706
Operating income	1,917,510	905,246	2,822,756
Nonoperating revenues (expenses):			
Interest income	3,107	55,590	58,697
Interest income - bonds	25,238	-	25,238
Rental income	35,228	-	35,228
Operating grant - Commonwealth	34,057	-	34,057
Capital grant - Commonwealth	76,171	-	76,171
Capital grant - Federal	655,880	-	655,880
Bond issuance cost amortization	(8,965)	-	(8,965)
Interest expense	(162,001)	-	(162,001)
Total nonoperating revenues	658,715	55,590	714,305
Income before operating transfers	2,576,225	960,836	3,537,061
Operating transfers:			
Operating transfers in	110,718	6,618	117,336
Total operating transfers	110,718	6,618	117,336
Net income	2,686,943	967,454	3,654,397
Add depreciation on fixed assets acquired by contribution from others	23,688	-	23,688
Increase in retained earnings	2,710,631	967,454	3,678,085
Retained earnings at beginning of year	178,410	2,214,452	2,392,862
Retained earnings at end of year	\$ 2,889,041	\$ 3,181,906	\$ 6,070,947

The accompanying notes to financial statements are an integral part of this statement.

Combined Statement of Cash Flows
All Proprietary Funds
Fiscal Year Ended June 30, 2002

	Proprietary Funds		Totals (Memorandum Only)
	Enterprise Funds	Internal Service	
Cash Flows From Operating Activities:			
Operating income	\$ 1,917,510	\$ 905,246	\$ 2,822,756
Adjustments to reconcile net income to net cash provided by operating by operating activities:			
Depreciation	187,681	36,692	224,373
Changes in operating assets and liabilities:			
(Increase)decrease in receivables	(294,101)	264,125	(29,976)
Decrease in inventory	-	47,703	47,703
Increase in prepaid	(3,750)	(56)	(3,806)
Increase in payables	331,185	486,843	818,028
Net cash provided by operating activities	<u>2,138,525</u>	<u>1,740,553</u>	<u>3,879,078</u>
Cash Flows from Noncapital Financing Activities:			
Operating grants - Commonwealth	34,057	-	34,057
Operating transfers in	110,718	6,618	117,336
Net cash provided by noncapital financing activities	<u>144,775</u>	<u>6,618</u>	<u>151,393</u>
Cash Flows From Capital and Related Financing Activities:			
Acquisition and construction of capital assets	(1,160,432)	-	(1,160,432)
Capital grants - Commonwealth	76,171	-	76,171
Capital grants - Federal	655,880	-	655,880
Interest expense	(162,001)	-	(162,001)
Principal paid on revenue bonds	(275,000)	-	(275,000)
Due to general fund	(250,000)	-	(250,000)
Increase of accrued landfill closure costs	91,000	-	91,000
Net cash (used in) capital and related financing activities	<u>(1,024,382)</u>	<u>-</u>	<u>(1,024,382)</u>
Cash Flows From Investing Activities:			
Rental income	35,228	-	35,228
Interest income	28,345	55,590	83,935
Net cash provided by investing activities	<u>63,573</u>	<u>55,590</u>	<u>119,163</u>
Increase in cash and cash equivalents	1,322,491	1,802,761	3,125,252
Cash and cash equivalents at beginning of year	<u>305,366</u>	<u>2,374,685</u>	<u>2,680,051</u>
Cash and cash equivalents at end of year	<u>\$ 1,627,857</u>	<u>\$ 4,177,446</u>	<u>\$ 5,805,303</u>

The accompanying notes to financial statements are an integral part of this statement.

COUNTY OF FAUQUIER, VIRGINIA**Exhibit 6****Pension Trust Fund - Length of Service Award
Statement of Changes in Plan Net Assets
Fiscal Year Ended June 30, 2002**

Additions:

Employer contribution	\$	430,300
Investment income		<u>44,553</u>
Total additions		<u>474,853</u>

Deductions:

Members' benefits		236,171
Administrative fees		2,610
Insurance premium expenditures		<u>58,689</u>
Total deductions		<u>297,470</u>

Net increase		177,383
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Net assets held in trust for plan benefits, beginning of year		<u>1,526,972</u>
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Net assets held in trust for plan benefits, end of year	\$	<u><u>1,704,355</u></u>
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The notes to the financial statements are an integral part of this statement.